



Circular Letter

Date: November 17, 2006

California Public Employees' Retirement System
P.O. Box 942701
Sacramento, CA 94229-2701
(916) 795-3829
Telecommunications Device for the Deaf
No Voice (916) 795-3240

Reference No.:

Circular Letter No.: 310-074-06

Distribution: I, IIA, IV, V, VI, X, XII

Special:

TO: EMPLOYERS COVERED BY CALPERS, EMPLOYEE
ORGANIZATIONS AND OTHER INTERESTED PARTIES

SUBJECT: NOTICE OF MEETINGS OF THE CALPERS BOARD OF
ADMINISTRATION

Board of Administration

Date and Time: November 30, 11:30 a.m.

Location: Room 1600, Lincoln Plaza West, 400 Q Street, Sacramento, CA

Some members of the Board will attend a CalPERS/CalSTRS workshop on investment trends in the global equities, real estate, and alternative investment markets.

Questions pertaining to the meetings may be directed to Lanette Hunt at 916/795-3829.

FRED BUENROSTRO
Chief Executive Officer



Circular Letter

Date: November 2, 2006

California Public Employees' Retirement System
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Sacramento, CA 94229-2701
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Special:

TO: EMPLOYERS COVERED BY CALPERS, EMPLOYEE ORGANIZATIONS
AND OTHER INTERESTED PARTIES

SUBJECT: MEETING NOTICE OF THE CALPERS BOARD OF ADMINISTRATION,
ITS COMMITTEES AND ADVISORY PANELS

The CalPERS Board of Administration, its Committees and Advisory Panels are scheduled to meet on the following days in November. All meetings will be held in public session unless otherwise noted.

Investment Committee

Date and Time: Monday, November 13, 2006, 8:30 a.m.

Location: Room 1150, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Committee will meet in closed session to discuss personnel and investment matters pursuant to Government Code sections 11126(a)(1) and (c)(16).

Investment Committee

Date and Time: Monday, November 13, 2006, 9:00 a.m. or upon adjournment or recessing of the preceding Investment Committee closed session, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

A closed session will be held upon adjournment or recessing of the open session to consider investment matters pursuant to Government Code section 11126(c)(16).

Benefits and Program Administration Committee

Date and Time: Tuesday, November 14, 2006, 9:00 a.m.

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Health Benefits Committee

Date and Time: Tuesday, November 14, 2006, 9:30 a.m. or upon adjournment or recessing of the Benefits and Program Administration Committee meeting, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Finance Committee

Date and Time: Tuesday, November 14, 2006, 10:00 a.m. or upon adjournment or recessing of the Health Benefits Committee meeting, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Board of Administration

Date and Time: Wednesday, November 15, 2006, 8:00 a.m.

Location: Room 1150, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Board will meet in closed session to discuss personnel matters pursuant to Government Code sections 11126(a)(1) and (g)(1).

Board of Administration

Date and Time: Wednesday, November 15, 2006, 9:00 a.m. or upon adjournment or recessing of the closed session of the Board of Administration, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Items scheduled for the public sessions of the meetings are listed on the attached agendas. This information is also available on the CalPERS website at www.calpers.ca.gov. Questions pertaining to the meetings in November may be directed to Lanette Hunt at 916/795-3829.

The Board would be pleased to have you or representatives of your agency at the public sessions. The facilities are accessible to persons with disabilities. Requests for sign language or captioning services require a minimum of 72 hours notice. To request service, please call 916/795-3065 (voice or TTY).

FRED BUENROSTRO
Chief Executive Officer

Attachments

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

INVESTMENT COMMITTEE

November 13, 2006

8:30 a.m.

Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

COMMITTEE MEMBERS

Charles Valdes, Chair
George Diehr, Vice Chair
Philip Angelides
Marjorie Berte
Robert F. Carlson
Rob Feckner
David Gilb
Priya Mathur
Tony Oliveira
Mike Quevedo, Jr.
Kurato Shimada
Maeley L. Tom
Steve Westly

CLOSED SESSION	8:30 a.m. Chief Investment Officer's Briefing on investment market and personnel Issues (Government Code sections 11126(a)(1) and (c)(16))
OPEN SESSION	9:00 a.m.
CLOSED SESSION	Upon Adjournment or Recess of Open Session (Government Code section 11126(c)(16))

AGENDA

OPEN SESSION

- | | | |
|-------------|----|---|
| | 1. | Call to Order and Roll Call |
| Action | 2. | Approval of the October 16, 2006 Open Session Minutes |
| | 3. | Total Fund |
| Action | a. | Investment Office Strategic Vision and Tactical Plans through June 30, 2008 |
| Action | b. | Commodities Pilot Program |
| | 4. | Real Estate |
| Action | a. | Real Estate Consultant Contract Revisions |
| Information | 5. | Alternative Investment Management (AIM) Program |
| | 6. | Global Fixed Income |
| Action | a. | International Fixed Income Managers Annual Review |
| Information | b. | Resolution to Acknowledge the 25 th Anniversary of the Member Home Loan Program |
| | 7. | Global Equity |
| Information | a. | Permissible Equity Markets Policy |
| Information | b. | Update on Investments in Companies Doing Business in Sudan |
| Information | c. | Corporate Governance Internal Staff Working Group Update |
| Consent | 8. | Policy Subcommittee Report |
| | a. | Equity Policies |
| | 1) | Adoption of Relaxed Long-only Domestic Equity Strategy – Externally Managed |
| | 2) | Adoption of Corporate Governance Investments and repeal of Corporate Governance Fund Investment Vehicles – Externally Managed and repeal of Internal Relational Program |
| | b. | Fixed Income Policy |
| | 1) | Revision of Currency Overlay Program |
| | c. | Administrative |
| | 1) | Glossary of Terms – Cash-Related Definitions |
| | 2) | Guidelines for Delegating Investment Authority |
| | 3) | Proposed 2007 Policy Subcommittee Meeting Dates |
| | 9. | Chief Investment Officer's/Assistant Executive Officer's Report |
| Consent | a. | Consolidated Investment Activity Report |
| Information | b. | Assistant Executive Officer's Status Report |

- Information 10. Draft Agenda for December 18, 2006
11. Public Comment

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.

AGENDA

CLOSED SESSION Upon Adjournment or Recess of Open Session (Government Code section 11126(c)(16))

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|-------------|----|--|
| | 1. | Call to Order and Roll Call |
| Action | 2. | Approval of the October 16, 2006 Executive Closed and Closed Session Minutes |
| | 3. | Real Estate |
| Information | | a. Houston Investments |
| Information | | b. Towers Project Update |
| Action | | c. Apartment Portfolio Acquisition |
| | 4. | Alternative Investment Management (AIM) Program |
| Information | | a. Pacific Corporate Group (PCG) Update |
| | 5. | Global Fixed Income |
| Information | | a. External Manager Update |
| | 6. | Global Equity |
| Information | | a. External Manager Update |
| Information | 7. | 2007-2008 Investment Office Tactical Plan: Investment Opportunities |
| | 8. | Chief Investment Officer's/Assistant Executive Officer's Report |
| Information | | a. Status of Action Items Not Yet Reported |
| Consent | 9. | Activity Reports |
| | | a. Alternative Investment Management Program |
| | | b. Risk Managed Absolute Return Strategies Program |
| | | c. Public Markets |

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

BENEFITS AND PROGRAM ADMINISTRATION COMMITTEE

November 14, 2006

9:00 a.m.

Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

COMMITTEE MEMBERS

Kurato Shimada, Chair
Rob Feckner, Vice Chair
Robert F. Carlson
George Diehr
David Gilb
Priya Mathur
Tony Oliveira
Maeley L. Tom
Steve Westly

AGENDA

- | | | | |
|---------------------------|----|--|-----|
| | 1. | Call to Order and Roll Call | |
| | 2. | Approval of the October 17, 2006 Benefits and Program Administration Committee Meeting Minutes | |
| Action/Danny Brown | 3. | Proposed State Legislation : Disability Retirement | |
| Action/Kathie Vaughn | 4. | Implementation of the Pension Protection Act of 2006 | |
| Action/Rick Nelson | 5. | 2007 Board Member Election - Notice of Election and Schedule of Events | |
| Information/Kathie Vaughn | 6. | Member and Benefit Services Branch Effectiveness Measures 1 st Quarter | |
| Information/Ron Seeling | 7. | Results of the June 30, 2005 Actuarial Valuations | for |
| | | Public Agencies | |
| Information/Ron Seeling | 8. | Chief Actuary Report | |
| Information/Kathie Vaughn | 9. | Assistant Executive Officer Report | |

Information/Kathie Vaughn

10. Draft Agenda for December 19, 2006 Benefits and Program
Administration Committee Meeting

11. Public Comment

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action.
Any agenda item acted upon at this committee meeting may be brought to the full Board at its next regularly
scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

HEALTH BENEFITS COMMITTEE

November 14, 2006

9:30 a.m.

**or Upon Adjournment or Recess of the
Benefits and Program Administration Committee
Meeting, Whichever is Later**

Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

COMMITTEE MEMBERS

George Diehr, Chair
Priya Mathur, Vice Chair
Philip Angelides
Marjorie Berte
Rob Feckner
David Gilb
Tony Oliveira
Charles Valdes
Steve Westly

AGENDA

- | | |
|----------------------------|--|
| | 1. Call to Order and Roll Call |
| | 2. Approval of October 17, 2006, Health Benefits Committee Meeting Minutes |
| Information/Loren Suter | 3. Update on Partnership for Change |
| Information/Richard Krolak | 4. HMO Conversion: San Luis Obispo County |
| Action/Richard Krolak | 5. Proposed HMO Expansion: Humboldt County |
| Information/Holly Fong | 6. Status of Contracting Agency Enrollment and Marketing Efforts |
| Action/Sandra Felderstein | 7. Medicare Part D Options for 2008 |
| Action/Richard Krolak | 8. Long-Term Care Program 2005 and Earlier Policies – Proposed Mitigation Plan |

- | | |
|-----------------------------|--|
| Action/Ken Marzion | 9. Actuarial Assumption Model for Other Post Employment Benefits (Including Post-Retirement Medical) |
| Information/Terri Westbrook | 10. Assistant Executive Officer Report |
| Information | 11. Proposed Agenda for December 19, 2006, Health Benefits Committee Meeting |
| Information | 12. Public Comments |

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item acted upon at this committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

FINANCE COMMITTEE

**November 14, 2006
10:00 a.m. or Upon Adjournment or Recess of the
Health Benefits Committee Meeting, Whichever is Later**

Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

COMMITTEE MEMBERS

Robert F. Carlson, Chair
Steve Westly, Vice Chair
Philip Angelides
Marjorie Berte
Tony Oliveira
Kurato Shimada
Charles Valdes

AGENDA

1. Call to Order and Roll Call
2. Approval of September 8, 2006 Meeting Minutes

AUDITS

Information
Larry Jensen

3. Chief Auditor Report

Action
Larry Jensen

4. Draft Audited Financial Statements

COMPLIANCE

Information
Sherry Johnstone

5. Office of Enterprise Compliance Quarterly Status Report

Information
Sherry Johnstone

6. Compliance Office Report

INFORMATION TECHNOLOGY SERVICES

Information
Gene Reich

7. Information Technology Services Status Report

BUDGETS

Action
Lyn Vice

8. Budget and Expenditure Report for the First Quarter of Fiscal Year 2006-07

ADMINISTRATIVE SERVICES

Information
John Hiber

9. Assistant Executive Officer Report

Action
John Hiber

10. Proposed 2007 Finance Committee Schedule

Information
John Hiber

11. Proposed December 2006 Agenda

12. Public Comment

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item properly noticed for this Committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

November 15, 2006

9:00 a.m.

Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

MEMBERS

Rob Feckner, Chair
Robert F. Carlson, Vice Chair
Philip Angelides
Marjorie Berte
George Diehr
David Gilb
Priya Mathur
Tony Oliveira
Mike Quevedo, Jr.
Kurato Shimada
Maeley L. Tom
Steve Westly
Charles Valdes

AGENDA

CLOSED SESSION Chief Executive Officer's Briefing on Performance and Personnel
8:00 A.M. Issues
(Gov. Code secs.
11126(a)(1) and
(g)(1))

OPEN SESSION
9:00 A.M. OR UPON ADJOURNMENT OF CLOSED SESSION, WHICHEVER IS
LATER

1. Call to Order and Roll Call
2. Pledge of Allegiance
3. Approval of the October 18, 2006 Meeting Minutes

INVESTMENTS

- Mr. Read 4. Chief Investment Officer's Report

Committee Reports (Any Agenda Item from a Properly Noticed Committee Meeting Held Prior to this Meeting May be Reported on or Presented to the Board for its Consideration).

- Mr. Valdes 5. Investment Committee (Oral)

- Mr. Shimada 6. Benefits and Program Administration Committee (Oral)

- Mr. Diehr 7. Health Benefits Committee (Oral)

- Mr. Carlson 8. Finance Committee (Oral)

- Ms. Mathur 9. Performance and Compensation Committee (Oral)

- Mr. Feckner 10. Ad Hoc Board Governance Committee (Oral)

- Mr. Shimada 11. Ad Hoc Board Elections Committee (Oral)

General

- Mr. Buenrostro 12. Board Meeting Calendar

- Mr. Buenrostro 13. Chief Executive Officer's Report (Oral)

Governmental Affairs

- Mr. Brown 14. Board's State Legislative Program/Board's Position on State Legislation

- Mr. Brown 15. Board's Federal Legislative Program/Board's Position on Federal Legislation

Legal

- Mr. Mixon 16. Proposed Decisions of Administrative Law Judges
 A. Staci Stevens
 B. Jerrold Gold and Addison Winston
 C. Michael Bautista
 D. Ronald Simpson
 E. City of Salinas

- Mr. Mixon 17. Petition for Reconsideration
 A. Rufia R. Amiri

- | | | |
|-----------|-----|----------------------------|
| Mr. Mixon | 18. | General Counsel's Report |
| | | A. Monthly New Case Report |
| | | B. Assignment Matrix |

Other

- | | | |
|----------------|-----|--|
| Mr. Feckner | 19. | Board Travel Approvals |
| Mr. Buenrostro | 20. | Draft Agenda for December 20, 2006 Meeting |
| | 21. | New Business Agenda Setting |
| | 22. | Public Comment |

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Committee meeting held immediately prior to this Board meeting may be considered by the Board.